NSC BRIEFING

14 October 1954

## OFFSHORE ISLANDS

- I. Communist shelling of Quemoys has continued during the past week at reduced rate (less than 100 rounds per day). Most of this fire on Little Quemoy, where civilians now have serious problem.
  - A. Between 400 and 600 homes there destroyed, population using caves for shelter.

25X1

D. According to Peiping radio, Fukien garrison
has told troops they "expected to inflict
greater blows" on Nationalist forces, "strive
for greater victories."

- Nationalists at Quemoy have not attacked mainland targets II. since 28 September.
  - Taipei press claims suspension of bombing due to US advice; gives Communists a new "Yalu sanctuary" in Fukien, serves to "reneutralize" Formosa.
  - Such public statements could lead Peiping to attack islands in belief US anxious to avoid hostilities.
  - C. Danger of this could increase if Communists were to observe reduction of US forces in area.
- In Tachen area, Communists continue air patrols: artillery III. has again fired on Nationalist Ichiang Island.
  - Still no signs that Communist invasion troops assembling, although could be done with

little warning. 25X1

- 3 -

- IV. Nationalist navy at Tachens more aggressive--DE patrols extended north close to Communist-held Choushans. In 10 October clash, two Nationalist DE's sank two Communist patrol vessels which escorting nine motorized junks, damaged several of convoy.
- V. No significant reports concerning Matsus.